

DAILY MARKETS OVERVIEW

10 FEBRUARY 2019

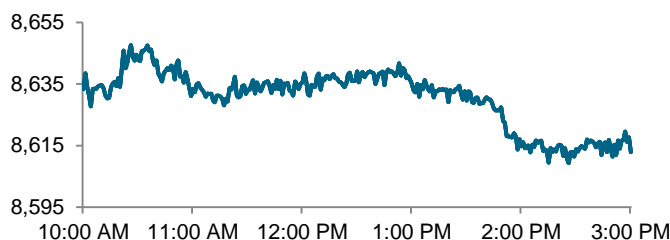
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,613	-0.2	0.6	10.0	18.2
Saudi (NOMU)	3,348	4.6	9.5	32.8	9.1
Energy	4,553	-1.6	-4.5	-6.1	18.6
Materials	5,695	0.1	1.1	8.4	18.0
Capital Goods	4,105	-0.2	-0.6	5.2	22.3
Com. & Prof. Svc	4,366	-0.7	-0.7	5.5	18.6
Transportation	3,605	-0.6	0.1	3.7	19.7
Cons. Durables & Apparel	3,738	-0.2	0.1	2.0	NA
Consumer Services	3,204	-0.9	-0.2	8.7	NA
Media	10,397	0.2	-1.3	2.1	NA
Retailing	6,792	-0.6	-0.5	-1.1	32.4
Food & Staples Retailing	5,658	-0.9	-3.4	-4.8	23.0
Food & Beverages	4,427	-1.6	0.0	13.9	NA
Health Care Equipment	3,739	-0.1	-1.2	-0.5	20.1
Pharma, Biotech & Life Science	3,727	-2.1	-2.2	-3.9	26.0
Banks	8,304	-0.1	1.4	15.1	14.4
Diversified Financials	3,668	1.2	2.5	5.5	NA
Insurance	4,286	-0.4	-0.4	2.6	NA
Telecommunication	5,834	-0.5	-1.4	7.9	18.3
Utilities	3,708	-1.0	-3.3	10.0	36.8
REITs	3,571	-0.3	-1.4	-1.4	NA
Real Estate	3,308	-0.2	-0.5	2.6	24.3

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Steel Pipe Co.	25.95	4.6%	110
Kingdom Holding Co.	8.60	3.6%	7
Wafrah for Industry and Development Co.	16.16	3.6%	15
Saudi Enaya Cooperative Insurance Co.	15.00	2.6%	46
Arabian Cement Co.	26.00	2.2%	7

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
The Saudi British Bank	7-Feb	4Q18	1,207.8	71.0	0.81	NA
Dur Hospitality Company	7-Feb	4Q18	10.7	-44.0	0.11	NA
Saudi Electricity Co	6-Feb	4Q18	-3,773.0	NA	-0.91	NA
Hail Cement Co	4-Feb	4Q18	8.5	115.5	0.09	NA
Al Rajhi Bank	3-Feb	4Q18	2,772.5	13.0	1.71	BEAT

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of February 10, 2019

(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.2% lower at 8,613, while NOMU ended 4.6% higher at 3,348 on Thursday. TASI traded value totaled SAR 2.9bn and averaged SAR 3.1bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 41% of the daily traded value.
- Banks declined 0.1% while Materials closed 0.1% higher. Telecom closed 0.5% lower. Diversified Financials (up 1.2%) was the best performer. Among stocks, Saudi Steel Pipe Co. (1320/SSP AB), Kingdom Holding Co. (4280/KINGDOM AB), and Wafrah for Industry and Development Co. (2100/FPCO AB) led the gainers.
- KSA is currently undertaking USD 3.8bn (SAR 14.2bn) worth of investments to boost the mining segment and lure private sector investments. The country will also soon launch an exploration initiative in addition several new mining projects. (Source: Argaam)
- The Ministry of Commerce and Investment will soon issue a new law to regulate the KSA's economic business. The new legislation will unify business procedures and combine all government licenses required under a single gate. (Source: Argaam)
- Saudi Ports Authority (Mawani) issued the first unified shipping agency license for foreign investors. It also seeks to boost the contribution of the private sector companies and other local as well as global operators to 70% of the ports segment. (Source: Argaam)
- According to Deputy Chairman of the Contractors' Committee at the Jeddah Chamber of Commerce and Industry, cement demand in KSA is expected to increase by nearly 10% this year, supported by new government agreements with developers for the construction of houses across the country and the budget allocation of SAR 245bn (USD 65bn) for capital spending. (Source: Argaam)
- Tabuk Cement Co.'s Chairman revealed it has recorded better performance in 4Q18 as compared to the previous quarter. He further stated that Tabuk is looking forward to reach the target profitability in 2019, adding that cement prices improved in 4Q18 after they had reached unreasonable levels due to fierce competition. (Source: Argaam)
- Saudi Entertainment Ventures Company (SEVEN) signed a partnership agreement with a real estate development and marketing firm to expand the AMC (AMC US) movie theatres operating at shopping malls across KSA. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Allied Cooperative Insurance Group	22.90	-3.8%	9
Rabigh Refining and Petrochemical Co.	19.20	-3.5%	39
Al-Jouf Agriculture Development Co.	23.64	-2.7%	13
Savola Group	33.10	-2.7%	11
Nama Chemicals Co.	27.30	-2.3%	3

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	102.00	-0.4%	511
Saudi Basic Industries Corp.	124.60	-0.2%	300
Alinma Bank	24.14	-0.3%	177
Saudi Steel Pipe Co.	25.95	4.6%	110
Ash-Sharqiyah Development Co.	54.80	-1.3%	79

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,543	-0.6	-1.0	0.5	7.8
Abu Dhabi (ADX)	5,112	-0.6	1.3	4.0	13.7
Kuwait (KSE)	5,219	0.0	-0.7	0.6	18.4
Qatar (QE)	10,505	-1.7	-2.0	2.0	15.3
Oman (MSM)	4,152	-0.2	-0.3	-4.0	8.4
Bahrain (BSE)	1,418	0.7	1.9	6.0	9.6
DJMENA Index	592	-0.6	0.1	6.4	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,708	0.1	0.0	8.0	18.0
US (NASDAQ 100)	7,298	0.1	0.5	10.0	20.7
UK (FTSE 100)	7,071	-0.3	0.7	5.1	15.5
Germany (DAX)	10,907	-1.0	-2.4	3.3	12.1
France (CAC 40)	4,962	-0.5	-1.1	4.9	15.1
Russia (MICEX)	2,503	-0.3	-0.7	5.6	5.3
Japan (Nikkei)	20,333	-2.0	-2.2	1.6	14.8
Hong Kong (HSI)	27,946	-0.2	0.1	8.1	10.6
South Korea (KOSPI)	2,177	-1.2	-1.2	6.7	10.6
China (SHCOMP)	2,618	0.0	0.0	5.0	24.3
India (NIFTY)	10,944	-1.1	0.5	0.7	24.8
Brazil (IBOV)	95,343	1.0	-2.6	8.5	21.3
Turkey (BIST 100)	1,02,452	-0.3	-0.5	12.3	7.2
Egypt (EGX30)	14,754	0.0	4.4	13.2	NA
MSCI Emerging Markets	1,036	-0.6	-1.3	7.3	12.5
MSCI World	2,021	-0.3	-0.4	7.3	16.5

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	62.1	0.8	-1.0	15.4	-4.2
Natural Gas (\$/mmbtu)	2.6	1.3	-5.5	-12.1	-12.4
Gold (\$/oz)	1,315	0.3	-0.2	2.5	-0.3
Silver (\$/oz)	15.8	0.7	-0.5	2.2	-3.5
Platinum (\$/oz)	801	0.3	-2.8	0.6	-17.7
Copper (\$/t)	6,191	-0.6	1.2	4.1	-9.0
Zinc (\$/t)	2,702	-0.8	-3.1	7.3	-22.0
Lead (\$/mt)	2,066	0.0	-1.3	2.8	-18.7
Wheat (\$/bu)	517	0.8	-1.3	2.8	-2.7
Corn (\$/bu)	374	-0.6	-1.1	-0.2	-7.0
Sugar (\$/lb)	12.7	-0.3	0.5	5.2	-15.4

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.70	-0.04	-0.11	0.00
Saudi Arabia	2.96	0.00	-0.01	0.27
UAE	2.85	0.00	0.01	0.15
Kuwait	2.56	-0.06	0.25	-0.13
Qatar	2.93	0.02	0.02	0.23
Bahrain	3.95	0.00	0.00	1.25

Source: Reuters

NOTES: (1) Prices updated as of February 10, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended mixed on Friday. Both S&P 500 and NASDAQ gained 0.1%. Dow Jones Industrial closed 0.3% lower. In Europe, UK declined 0.3% while Germany and France closed 1.0% and 0.5% lower, respectively.
- Asian markets ended in the red on Friday. China was closed for trading. Japan and South Korea closed 2.0% and 1.2% lower, respectively. Hong Kong and India ended 0.2% and 1.1% lower, respectively.
- GCC markets ended mixed on Thursday. Both Dubai and Abu Dhabi closed 0.6% lower. Kuwait ended flat while Qatar ended 1.7% lower. Oman declined 0.2% while Bahrain closed 0.7% higher.
- US jobless claims for the week ended February 2 stood at 234K (prior: 253K; consensus: 223K). (Source: Econoday)
- According to Department of Economic Development (DED), the number of new restaurants and cafes that opened in Dubai in 2018, reached 1,109, growing 9.7% from 1,011 in 2017. (Source: Trade Arabia)
- Kuwait's government will soon announce the privatization of various ministries and government entities. The privatization drive is aimed at shrinking the state's organizational structure, resolving deficit problems and reducing expenditure. (Source: Trade Arabia)
- OPEC and its allies are likely to extend their oil-cuts agreement later this year to keep prices at a comfortable level according to Azerbaijan's Energy Minister. An extension of the agreement at OPEC ministerial summit in April would probably be for another six months as per the minister. (Source: Argam)
- KSA cut its crude output in January by about 400,000 barrels per day (bpd). KSA pumped 10.24 million bpd in January, down from 10.643 million bpd in December, representing a cut that was 70,000 bpd deeper than targeted under the OPEC-led pact. (Source: Zaway)
- Work is nearing completion on Sheikh Jaber Al Ahmad Al Sabah Causeway (SJSC), a mega project spanning 37.5 km across Kuwait Bay from the capital Kuwait City to Subiyah area. Once opened, the causeway will shorten the distance between the Capital City and Subiyah area from 104 km to 37.5 km. and cut short the average time spent by motorists from 90 to only 30 minutes. (Source: Trade Arabia)
- Dubai's Roads and Transport Authority (RTA) has announced that 83% of the work on Ras Al Khor Street Improvement Project (Ex Al Awir Street) and the upgrade of the entrances of the International City has been completed. (Source: Trade Arabia)
- Germany-based Armacell officially opened its new manufacturing facility in Bahrain. When fully operational, 60,000-cu m of technical insulation foam will be produced per year at the site. (Source: Trade Arabia)
- UK's 4Q18 GDP growth for January 2019 (prior: 0.6% Q/Q, 1.5% Y/Y) will be announced tomorrow. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended February 8 (prior: 1.3mn barrels) will be announced on 13 February. (Source: Econoday)
- US jobless claims for the week ended February 9 (prior: 234K) will be announced on February 14. (Source: Econoday)

Coming Up



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